

# **Exhibit 1**

## GOB Inventory Recovery Rates

<i>Per \$ of Inventory @ Cost</i>	2014	2015	2016	2017	2018 YTD
Gross Recovery Rate	1.21	1.23	1.18	1.17	1.18
Net Recovery Rate	0.98	1.00	0.96	0.95	0.95
Goods Available for Sale (\$/Store)	\$ 1,967,884	\$ 2,181,171	\$ 2,358,050	\$ 2,504,950	\$ 2,354,191
Total Inventory @ Cost Sold (\$ M)	394.6	101.4	564.4	945.2	442.6

**\*Net Recovery Rate levels remain strong over period of time**



2017 Based on 6 waves covering 377 out of 423 stores closed  
2018 Based on 3 waves covering 188 out of 236 Stores closed

## GOB Inventory Recovery Rates - Seasonality

	Wave	GOB Period		Gross Recovery Rates			# Stores			Goods Available @ Cost \$000's			Goods Available per Store \$000's		
		Begins	Ends	FLS	Kmart	FLS+Kmart	FLS	Kmart	FLS+Kmart	FLS	Kmart	FLS+Kmart	FLS	Kmart	FLS+Kmart
FY2016	FLS 1	Apr	Jul	127.7%			10			\$ 16,619			\$ 1,662		
	FLS 1	May	Aug	127.3%			6			\$ 7,708			\$ 1,285		
	Kmart 1	May	Jul		115.0%			66		\$ 143,924				\$ 2,181	
	Kmart 2	May	Aug		113.7%			13		\$ 30,794				\$ 2,369	
	Kmart 3	Sep	Dec			118.2%		64		\$ 180,343				\$ 2,818	
FY2017	1	Jan	Mar	115.1%	111.0%	112.1%	43	108	151	\$ 108,608	\$ 295,183	\$ 403,792	\$ 2,526	\$ 2,733	\$ 2,674
	2	Jun	Sep	113.9%	119.0%	117.8%	17	49	66	\$ 35,538	\$ 115,176	\$ 150,713	\$ 2,090	\$ 2,351	\$ 2,284
	3	Jun	Sep	124.2%	123.7%	124.1%	20	6	26	\$ 76,049	\$ 14,974	\$ 91,023	\$ 3,802	\$ 2,496	\$ 3,501
	4	Jul/Aug	Sep	119.0%	119.3%	119.3%	8	35	43	\$ 12,652	\$ 80,061	\$ 92,714	\$ 1,582	\$ 2,287	\$ 2,156
	5	Sep	Nov	na	120.9%	120.9%	0	28	28	\$ -	\$ 66,258	\$ 66,258	\$ -	\$ 2,366	\$ 2,366
	6	Nov	Jan	125.8%	124.9%	125.1%	18	45	63	\$ 34,787	\$ 105,948	\$ 140,736	\$ 1,933	\$ 2,354	\$ 2,234
FY2018	1	Jan/Feb	Apr	122.8%	117.5%	119.8%	39	64	103	\$ 92,469	\$ 124,629	\$ 217,098	\$ 2,371	\$ 1,947	\$ 2,108
	2	Apr/May	Jul	120.0%	na	120.0%	22	0	22	\$ 76,963	\$ -	\$ 76,963	\$ 3,498	\$ -	\$ 3,498
	3	Jun	Sep	117.9%	109.3%	115.1%	48	15	63	\$ 99,753	\$ 48,773	\$ 148,526	\$ 2,078	\$ 3,252	\$ 2,358